

DAILY MARKETS OVERVIEW

11 OCTOBER 2018

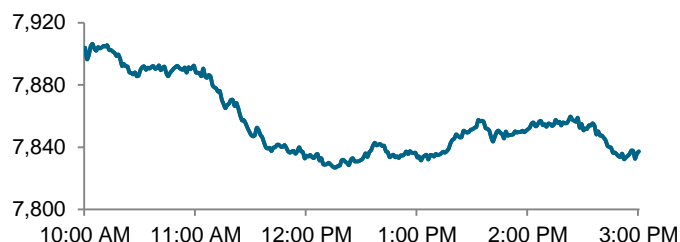
السوق الفرنسي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,835	-0.9	-2.0	8.4	16.5
Saudi (NOMU)	2,536	1.3	-2.8	-19.3	8.4
Energy	5,104	0.4	-1.6	19.2	17.4
Materials	5,560	-1.1	-3.7	10.0	17.6
Capital Goods	3,651	1.0	0.0	-15.9	NA
Com. & Prof. Svc	4,267	-0.1	-0.8	1.5	18.5
Transportation	3,739	1.0	0.5	-6.8	22.3
Cons. Durables & Apparel	3,605	-0.3	-1.7	-12.9	NA
Consumer Services	3,108	-0.9	-3.1	-15.6	17.4
Media	11,687	-1.6	-3.2	51.1	NA
Retailing	6,264	-1.1	0.3	11.2	23.6
Food & Staples Retailing	5,777	-0.1	-1.1	3.0	23.7
Food & Beverages	3,867	-0.1	-3.9	-21.0	25.2
Health Care Equipment	3,793	-0.8	-3.3	-14.6	17.9
Pharma, Biotech & Life Science	4,096	0.5	-1.0	3.2	26.4
Banks	6,992	-0.8	-0.7	27.1	12.8
Diversified Financials	3,485	1.0	0.2	-13.5	NA
Insurance	3,802	-1.0	-2.9	-19.5	30.9
Telecommunication	4,981	-1.0	-2.9	17.1	16.1
Utilities	3,540	0.1	-0.8	-22.4	NA
REITs	3,635	-0.2	-1.0	-21.5	NA
Real Estate	3,446	-2.1	-3.3	-26.6	20.2

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Saudi Cable Co.	31.90	10.0%	0.7
Al-Baha Investment & Development Co.	17.10	9.9%	23.4
Saudi Industrial Export Co.	52.10	9.8%	0.1
Aldrees Petroleum & Transport Services Co.	30.55	4.1%	25.7
Bawan Co.	14.18	3.5%	18.0

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
Alujain Corp.	11-Oct-18
Tihama Advertising and Public Relations Co.	14-Oct-18
Saudi Public Transport Co.	15-Oct-18
Rabigh Refining and Petrochemical Co.	22-Oct-18
Jarir Marketing Co.	28-Oct-18
Middle East Paper Co.	29-Oct-18

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of October 11, 2018
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.9% lower at 7,835 while NOMU ended 1.3% higher at 2,536 on Wednesday. TASI traded value totaled SAR 2.6bn and averaged SAR 2.7bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 53% of the daily traded value.
- Banks and Materials ended 0.8% and 1.1% lower, respectively. Telecom closed 1.0% lower. Capital Goods, Transportation, and Diversified Financials (all up 1.0%) were the best performers. Among stocks, Saudi Cable Co. (2110/SCACO AB), Al-Baha Investment & Development Co. (4130/ABDICO AB), and Saudi Industrial Export Co. (4140/SIECO AB) led the gainers.
- General Authority for Statistics (GASTAT) revealed that the UAE accounted for about 72% of KSA's trade exchange with the GCC, with SAR 5.3bn (USD 1.4bn), in July. (Source: Zawya)
- KSA will supply Indian buyers with additional 4.0mn barrels of crude oil in November. Reliance Industries Ltd (RIL IN), Hindustan Petroleum Corp (HPCL IN), Bharat Petroleum Corp (BPCL IN) and Mangalore Refinery Petrochemicals Ltd (MRPL IN) are seeking an additional 1.0mn barrels each in November from KSA. (Source: Zawya)
- The government appointed a global advisory board for Neom, the country's USD 500bn (SAR 1.9tn) city. A total of 18 people were named as members of the advisory board. (Source: Arabian Business)
- Saudi Automotive Services Co. (4050/SACO AB) is to grant franchises to operators seeking expansion in new areas untapped by the company, adding that individual operators would be only franchised within the cities, where the company operates. (Source: Argam)
- Saudi Industrial Export Co. (4140/SIECO AB) shareholders approved a SAR 54mn (USD 14.4mn) capital hike through a rights issue. The capital hike aims to support the company's financial position and help develop its business and activities. (Source: Argam)
- United Technology of Electric Substations and Switchgears Co., a subsidiary of Bawan Co. (1302/BAWAN AB), signed a SAR 269mn (USD 71.7mn) agreement with Saudi Electricity Co. (5110/SECO AB) to supply unit sub-stations. (Source: Argam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Jabal Omar Development Co.	37.45	-3.4%	26.6
Electrical Industries Co.	17.70	-3.3%	4.9
Alinma Tokio Marine Co.	17.76	-3.1%	3.3
Wataniya Insurance Co.	23.70	-2.6%	1.5
Arabian Shield Cooperative Insurance Co.	17.90	-2.5%	7.7

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Basic Industries Corp.	122.40	-1.3%	436
Alinma Bank	21.32	-1.1%	387
Al Rajhi Bank	86.70	-1.9%	270
Saudi Kayan Petrochemical Co.	16.42	-1.6%	143
Dar Alarkan Real Estate Development Co.	9.95	-1.9%	142

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,811	1.2	0.7	-16.6	7.5
Abu Dhabi (ADX)	5,015	-0.1	0.1	14.0	13.2
Kuwait (KSE)	5,182	0.0	-0.1	1.1	16.1
Qatar (QE)	9,964	1.3	0.6	16.9	15.4
Oman (MSM)	4,509	-0.2	-0.4	-11.6	11.1
Bahrain (BSE)	1,321	-0.3	-0.3	-0.8	8.9
DJMENA Index	558	-0.1	-1.1	6.0	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,786	-3.3	-3.5	4.2	20.1
US (NASDAQ 100)	7,422	-4.1	-4.7	7.5	22.7
UK (FTSE 100)	7,146	-1.3	-2.4	-7.1	16.0
Germany (DAX)	11,713	-2.2	-3.3	-9.3	13.8
France (CAC 40)	5,206	-2.1	-2.9	-2.0	16.6
Russia (MICEX)	2,418	-1.1	-1.4	14.6	6.6
Japan (Nikkei)	23,506	0.2	-1.2	3.3	17.0
Hong Kong (HSI)	26,193	0.1	-1.4	-12.5	10.0
South Korea (KOSPI)	2,229	-1.1	-1.7	-9.7	10.7
China (SHCOMP)	2,726	0.2	-3.4	-17.6	12.8
India (NIFTY)	10,460	1.5	1.4	-0.7	21.5
Brazil (IBOV)	83,679	-2.8	1.6	9.5	19.5
Turkey (BIST 100)	94,441	-2.4	-0.5	-18.1	7.0
Egypt (EGX30)	13,621	0.2	-3.4	-9.3	12.9
MSCI Emerging Markets	986	-0.8	-1.5	-14.9	11.9
MSCI World	2,089	-2.3	-2.9	-0.7	17.9

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	83.1	-2.2	-1.3	24.3	46.8
Natural Gas (\$/mmbtu)	3.3	0.6	4.5	17.0	8.2
Gold (\$/oz)	1,195	0.4	-0.7	-8.5	-7.2
Silver (\$/oz)	14.3	-0.6	-2.4	-16.2	-16.5
Platinum (\$/oz)	823	-0.2	0.0	-11.6	-11.7
Copper (\$/t)	6,251	-0.8	1.4	-13.3	-6.8
Zinc (\$/t)	2,636	-3.1	-1.2	-21.0	-21.4
Lead (\$/mt)	1,915	-1.0	-2.8	-23.2	-23.7
Wheat (\$/bu)	511	-0.9	-2.0	9.6	-1.3
Corn (\$/bu)	363	-0.5	-1.5	-5.5	-8.2
Sugar (\$/lb)	12.9	-0.9	1.7	-15.5	-16.0

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.42	0.00	0.73	0.00
Saudi Arabia	2.73	0.00	0.84	0.31
UAE	2.70	0.11	0.91	0.28
Kuwait	2.00	0.00	0.13	-0.42
Qatar	2.79	0.00	0.14	0.37
Bahrain	3.75	0.00	1.03	1.33

Source: Reuters

NOTES: (1) Prices updated as of October 11, 2018 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in the red on Wednesday. S&P 500 declined 3.3% while NASDAQ ended 4.1% lower. Dow Jones Industrial closed 3.1% lower. In Europe, UK was down 1.3% while both Germany and France closed 2.2% and 2.1% lower, respectively.
- Asian markets are trading lower on Thursday. China is trading 4.3% lower. Japan is trading 3.9% lower while South Korea is down 3.5%. Hong Kong and India are trading 4.2% and 2.6% lower, respectively.
- GCC markets ended mixed on Wednesday. Dubai gained 1.2% while Abu Dhabi closed 0.1% lower. Kuwait ended flat while Qatar closed 1.3% higher. Oman and Bahrain closed 0.2% and 0.3% lower, respectively.
- UK's Monthly GDP for August 2018 was flat (Prior: 0.4% M/M; consensus: 0.1% M/M). (Source: Econoday)
- Moody's revealed that it maintained a negative outlook on Oman's banking system, but stated the Gulf nation is set to rebound this year. The outlook reflects Oman's softening asset quality and relatively tight funding. (Source: GulfBase)
- Oman revealed that it started work on the country's first adventure resort being developed atop the Al Jabal Al Akhdhar mountains in Al Dakhiliyah governorate at an investment of over USD 50mn (OMR 19.3mn). (Source: Trade Arabia)
- The General Directorate of Residency and Foreigners Affairs (GDRFA) in Dubai has launched the pilot phase of the Smart Tunnel at Dubai Airports' Terminal 3 to enable passengers to finish passport control procedures in 15 seconds. (Source: Trade Arabia)
- Shell Oman Marketing Company (SAOG) recently inked an agreement with National Plastic Factory (NPF) to be one of its main packs suppliers for lubricants. (Source: Trade Arabia)
- ADNOC Distribution signed an agreement with the Urban Planning and Municipalities (DPM) to establish eight service stations across Al Reem Island, including two marine units. (Source: Trade Arabia)
- A Bahrain-based cryptocurrency exchange is set to expand in the GCC, aiming to secure a full operational licence across the region by 2019. (Source: Arabian Business)
- Ikea plans to expand into Oman as part of plans to enter about a dozen new markets in the coming years, as the Swedish furniture giant aims to reach a total of 3 billion potential customers by 2025. (Source: Arabian Business)
- Ethiad Rail, the developer of UAE's integrated railway network, has invited tenders from leading construction companies and contractors to provide design and build services for the Stage Two of the mega project. (Source: Trade Arabia)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended October 5 (prior: 8.0mn barrels) will be announced today. (Source: Econoday)
- US jobless claims for the week ended October 6 (prior: 207K; consensus: 210K) will be announced today. (Source: Econoday)
- China CPI for the month of September (prior: 0.7% M/M; 2.3% Y/Y) will be announced on October 15. (Source: Econoday)



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